



April 18, 1983

SUBJECT: Availability of RA for Servicing Problems

TO: All State Directors, FmHA

This Administrative Notice (AN) modifies AN 799(1940), "Rental Assistance (RA) FY 1983 Allocation", dated January 17, 1983. In response to many requests and as a result of further clarification of the FY 1983 Appropriation Act language, approximately 3,000 unallocated units from the 7,000 units initially designated for replacing expiring RA contracts are now available for servicing purposes. Our intent is to use these units to resolve our most serious servicing problems. This will be accomplished in a fair and reasonable manner by taking into account the type and extent of each project's problems.

To request RA for servicing units you must fully complete the Attachment to this AN and submit it to the National Office Multi-Family Housing Servicing and Property Management (MHSPM) Division prior to May 6, 1983. The National Office will review the requests submitted and provide RA units to those projects with the most serious servicing problems. You must be able to obligate any unit requested by September 1, 1983. The request for RA units in each of the categories listed below in order of priority, should be made according to the following directions.

1. Projects in Inventory - List each project which is in inventory and will require RA to be sold at a fair market value for MFH purposes. You must be assured that for any project submitted, a credit sale can be closed prior to September 1, 1983. Both columns of Part 1 of the Attachment must be completed for each project submitted.

2. Projects Needing RA for Transfer - List each project that must have RA to be transferred to alleviate a problem. Do not include those projects that can be transferred without additional RA. You must be assured that for any project submitted, a transfer can be closed prior to September 1, 1983. All three columns of Part 2 of the Attachment must be completed for each project submitted.

3. Projects with High Vacancy - List each project with a high vacancy problem which must have RA to avoid serious financial problems. Our consideration of the degree of hardship will be based on the extent of the problem and length of time the problem existed. You must complete all 5 columns of Part 3 of the Attachment for each project submitted based on information from the most current Form FmHA 1944-29. Do not repeat projects listed in any of the other categories on the Attachment.

EXPIRATION DATE: September 30, 1983

FILING INSTRUCTIONS: Preceding  
FmHA Instruction 1941-A



4. Projects with Tenant Hardship - List each project submitted for consideration with the number of tenant households experiencing each level of rent overburden. Our analysis of the degree of hardship will be based on the percentage of rent overburden (rent and utilities) of each tenant household. You must complete all 7 columns of Part 4 of the Attachment based on information from the most current Form FmHA 1944-29. Do not repeat projects listed in any of the other categories on the Attachment.

Projects submitted in the "Projects in Inventory", and "Projects Needing RA for Transfer" categories will receive first priority for RA funding. After units have been allocated for the first two categories, RA will be provided to "Projects with High Vacancy" according to the percentage of vacant units and the length of the vacancy problem. Once the most serious problem projects in the third category have received RA, units will be provided to "Projects with Tenant Hardship" according to the number and percentage of tenants experiencing the highest rent and utility overburden.



CHARLES W. SHUMAN  
Administrator

Attachment

\*\*In addition, indicate if the project is designated for Family or Elderly occupancy

\*Use a copy of this form for additional requests in each category

\*\*In addition, indicate if the project is designated for Family or Elderly occupancy